

FINANCIAL REPORT WITH SUPPLEMENTAL
INFORMATION
G-L-S REGION V PLANNING AND
DEVELOPMENT COMMISSION
FLINT, MICHIGAN

SEPTEMBER 30, 2007

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other				Local Unit Name Genessee-Lapeer-Shiawassee Region V	County Genessee
Fiscal Year End 09/30/07		Opinion Date 12/26/07		Date Audit Report Submitted to State	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

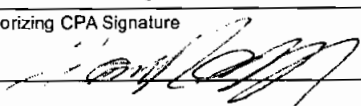
YES
NO

Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☒ ☐ The local unit is free of repeated comments from previous years.
12. ☒ ☐ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)		
Financial Statements	<input checked="" type="checkbox"/>			
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>			
Other (Describe)	<input type="checkbox"/>			
Certified Public Accountant (Firm Name) Demis & Wenzlick, P.C.		Telephone Number 989-723-8227		
Street Address 217 N. Washington St., Ste 201		City Owosso	State MI	Zip 48867
Authorizing CPA Signature 		Printed Name		License Number

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
GENESSEE COUNTY, MICHIGAN
SEPTEMBER 30, 2007

OFFICERS

Howard Stack
Gerald Cole
Julie Hinterman

Chairperson
Vice-Chairperson
Secretary/Treasurer

Lapeer Township Trustee
Shiawassee County Commissioner
Genessee County

COMMITTEE MEMBERS

Genessee County

Alan Himelhoch
Michael Baker, III
Jerry Ragsdale

Chris Martin
Jeffrey Kelley
William Winiarski

Lapeer County

Bill Meinz
Gary Roy

Nina M. Suter
C. Ian Kempf

Shiawassee County

Norma J. Lee
Lonny Latunski

William Morehouse
Sidney Grinnell

David Hetfield
Indian Trails (MTA)

Valerie Eastman
Greyhound (MTA)

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DEMIS and WENZLICK, P.C.

Certified Public Accountants

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Carol Demis
Jeannette Gaitskill
Kathy Kimmerer
Erica Marks
Janis Mead
Tammy Pappas
David Pullen
Dean Roach
Vicki Schuler
Joyce Simmons
Barbara Wenzlick

INDEPENDENT AUDITORS' REPORT

Board of Directors
G-L-S Region V Planning and
Development Commission
Flint, Michigan

We have audited the financial statements of the governmental activities of G-L-S Region V Planning and Development Commission as of September 30, 2007 and for the year then ended, which collectively comprise the Commission's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of G-L-S Region V Planning and Development Commission as of September 30, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on Page 3 and 4 and the budgetary comparison information are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with Government Auditing Standards, we have also issued our report dated December 26, 2007, on our consideration of G-L-S Region V Planning and Development Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance with the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying other supplemental financial information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of G-L-S Region V Planning and Development Commission. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Dennis and Wenglist, P.C.

Certified Public Accountants

December 26, 2007

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Genesee-Lapeer-Shiawassee Region V Planning and Development Commission (Commission), we offer readers of the Commission's financial statements this narrative overview and analysis of the financial activities of the G-L-S Region V Planning and Development Commission.

The basic financial statements for the Commission are comprised of the governmental fund balance sheet/statement of net assets, combined statement of revenues, expenditures, and changes in fund balances statement of activities and notes to the financial statements.

The statement of net assets presents the information of the entity's assets and liabilities, with the difference between the two reported as net assets.

The statement of activities presents information showing how the governmental fund net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future periods.

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the governmental funds financial statements.

FINANCIAL HIGHLIGHTS

The government-wide financial analysis focuses on the Statement of Net Assets and the Statement of Activities. The total assets of Commission are \$64,657 of which \$28,672 represents cash and \$31,315 represents receivables due from the State related to grant reimbursements.

Net assets increased \$2,952 for the Commission as a result of \$62,534 in expenses which are offset by program revenues of \$61,246 and miscellaneous revenues, interest and memberships of \$4,240.

THE COMMISSION AS A WHOLE

The following table shows, in a condensed format, the net assets of the current date and compared to the prior year.

SUMMARY CONDENSED STATEMENT OF NET ASSETS

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2006</u>
Current Assets	\$60,117	\$111,744
Noncurrent Assets:		
Capital	<u>4,540</u>	<u>5,749</u>
TOTAL ASSETS	<u>\$64,657</u>	<u>\$117,493</u>
Current Liabilities	\$48,792	\$104,580
Long-Term Liabilities	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	<u>\$48,792</u>	<u>\$104,580</u>
Net Assets:		
Invested in Capital Assets – Net of Related Debt	\$ 4,540	\$ 5,749
Restricted	0	0
Unrestricted	<u>11,325</u>	<u>7,164</u>
TOTAL NET ASSETS	<u>\$15,865</u>	<u>\$12,913</u>

SUMMARY CONDENSED INCOME STATEMENT

	<u>Governmental Activities</u>	
	<u>2007</u>	<u>2006</u>
Revenue:		
Program Revenue:		
Grants and Contributions	\$61,246	\$68,786
General Revenue:		
Miscellaneous, Interest and Memberships	<u>4,240</u>	<u>437</u>
TOTAL REVENUE	<u>\$65,486</u>	<u>\$69,223</u>
Program Expenses:		
Commission	<u>62,534</u>	<u>71,324</u>
TOTAL PROGRAM EXPENSES	<u>\$62,534</u>	<u>\$71,324</u>
Change in Net Assets	\$ 2,952	\$ (2,101)
Net Assets – Beginning of Year	<u>12,913</u>	<u>15,014</u>
NET ASSETS – END OF YEAR	<u>\$15,865</u>	<u>\$12,913</u>

GOVERNMENTAL ACTIVITIES

The Commission's total governmental revenues decreased by approximately \$7,540 in 2007. The decrease is due to a reduction in project work on Planning and Asset Management.

Expenses decreased \$8,790 during the year for the same reason as the decrease in the revenues.

CAPITAL ASSETS

At the end of 2007, the Commission had invested \$4,540 in equipment. The capital assets and their calculated net cost comply with methods established by the Governmental Accounting Standards Board (GASB) Statement 34.

BUDGET

There were no changes to the original budget. Total actual expenditures did not exceed the budget.

DEBT

The Commission does not have any long-term debt.

CONTACTING THE COMMISSION'S FINANCIAL ADMINISTRATION

This financial report is designed to provide our citizens, investors and creditors with a general overview of the Commission's finances and to demonstrate the Commission's accountability for the money it receives. If you have questions about this report or need additional financial information, contact G-L-S Region V Planning, 1101 Beach Street, Room 223, Flint, Michigan 48502.

FINANCIAL STATEMENTS

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET ASSETS
SEPTEMBER 30, 2007

	General Fund Modified <u>Accrual Basis</u>	Adjustments (Note 4)	Statement of Net Assets - Full <u>Accrual Basis</u>
ASSETS			
Current Assets:			
Cash	\$28,672	\$	\$28,672
Due from State of Michigan – Grants	31,315		31,315
Due from Other Governments	130		130
Capital Assets, Net		<u>4,540</u>	<u>4,540</u>
TOTAL ASSETS	<u>\$60,117</u>	<u>\$ 4,540</u>	<u>\$64,657</u>
LIABILITIES			
Accounts Payable and Accrued Liabilities	\$ 5,969	\$	\$ 5,969
Due to Genesee County Metropolitan Planning Commission	<u>42,823</u>		<u>42,823</u>
TOTAL LIABILITIES	<u>\$48,792</u>	<u>\$</u>	<u>\$48,792</u>
FUND BALANCES			
Unreserved	<u>11,325</u>	<u>(11,325)</u>	<u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$60,117</u>		
Net Asset:			
Investment in Capital Assets, Net of Related Debt		\$ 4,540	\$ 4,540
Unrestricted		<u>11,325</u>	<u>11,325</u>
TOTAL NET ASSETS		<u>\$ 15,865</u>	<u>\$15,865</u>

The notes to financial statements are an integral part of this statement.

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
STATEMENT OF GOVERNMENTAL REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE – STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2007

	Major Funds Modified <u>Accrual Basis</u>	Adjustments (Note 4)	Statement of Net Assets - Full <u>Accrual Basis</u>
REVENUE			
Program Revenues:			
Grant – MDOT	\$61,246	\$	\$61,246
General Revenue:			
Interest Income	160		160
Miscellaneous	1,080		1,080
Memberships	<u>3,000</u>	<u> </u>	<u>3,000</u>
TOTAL REVENUES	<u>\$65,486</u>	<u>\$ </u>	<u>\$65,486</u>
EXPENDITURES:			
Planning and Development Activities:			
Consultants and Contractual	\$60,226	\$	\$60,226
Training	320		320
Audit			
Bank Fees	66		66
Memberships	250		250
Office Supplies and Postage	14		14
Subscription	(33)		(33)
Advertising	366		366
Conferences and Travel	116		116
Printing			
Capital Outlay			
Depreciation	<u> </u>	<u>1,209</u>	<u>1,209</u>
TOTAL EXPENSES	<u>\$61,325</u>	<u>\$ 1,209</u>	<u>\$62,534</u>
REVENUES OVER (UNDER) EXPENDITURES/CHANGE IN NET ASSETS	\$ 4,161	\$ (1,209)	\$ 2,952
Fund Balance/Net Assets – Beginning Of Year	<u>7,164</u>	<u>5,749</u>	<u>12,913</u>
FUND BALANCE/NET ASSETS – END OF YEAR	<u>\$11,325</u>	<u>\$ 4,540</u>	<u>\$15,865</u>

The notes to financial statements are an integral part of this statement.

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2007

I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Genesee-Lapeer-Shiawassee (G-L-S) Region V Planning and Development Commission conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Commission.

A – REPORTING ENTITY

Genesee-Lapeer-Shiawassee (G-L-S) Region V Planning and Development Commission is a voluntary association of three counties and various cities, townships, and villages within those counties. The Commission (Commission) was organized pursuant to act 281 of 1945, as amended, (Regional Planning Commission Act). The Commission's purpose is to coordinate and implement various area-wide planning functions. The operations of the Commission are financed primarily by federal and state grants, membership contributions and state aid. The Commission does not have the power to levy taxes and, accordingly, its level of operations is dependent upon the amount of voluntary membership contributions received, which can be used for local matching shares of grant participation programs. Following is a summary of the more significant accounting policies.

B – GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. The Commission currently does not have any business-type activities or component units.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, government contributions, and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, if the funds exist. The Commission currently does not have any propriety funds or fiduciary funds, and has only one Governmental fund.

C – MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and recorded when a liability is incurred, regardless of the timing of related cash flows. Governmental contributions are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2007

1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C – MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (CONTINUED)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Governmental contributions and charges for services associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major government fund:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

If applicable, amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues include governmental contributions and interest income.

When both restricted and unrestricted resources are available for us, it is the Commission's policy to use restricted resources first, then unrestricted resources as they are needed.

D – OTHER SIGNIFICANT ACCOUNTING POLICIES

1. Bank deposits:
Cash includes cash on hand and a checking account.
2. Capital assets:
Capital assets, which consist of furniture and equipment, are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the Commission as assets with an initial individual cost of more than \$100 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Furniture and equipment are depreciated using the straight-line method over 5 to 7 years.

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2007

I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D – OTHER SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Revenue recognition:
Revenues are recognized as earned from granting agencies when the related expenditures are incurred. Direct costs are billed to granting agencies at actual cost.
4. Project expenditures:
Project expenditures are subject to audit by the respective grantor agencies. Any disallowed items of cost may result in a repayment of monies previously received.
5. Budgets:
The Commission adopted a budget on a line item basis.
6. Use of estimates:
The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.
7. Receivables and Payables:
Receivables have been recognized for all significant amounts due to the Commission. Allowances for uncollectible accounts have not been provided for in that collection is not considered doubtful and any uncollected amount would be immaterial.

2 – DEPOSITS

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended), authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivision, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Commission has designated one bank for the deposit of its funds. The investment policy adopted by the Board in accordance with Public Act 196 of 1997 has authorized investment in bonds and securities of the United States government and bank accounts and CDs, but not the remainder of State statutory authority as listed above. The Commission's deposits and investment policies are in accordance with statutory authority.

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2007

2 – DEPOSITS (CONTINUED)

The Commission's cash and investments are subject to several types of risk, which are examined in more detail below:

Custodial credit risk of bank deposits:

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As a result, the Commission evaluates each financial institution it deposits funds with and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories. At year end, the Commission had \$28,672 of bank deposits (certificates of deposit, checking and savings accounts). These deposits were fully insured.

3 – CAPITAL ASSETS

Capital asset activity of the Commission's governmental activities was as follows:

	Balance <u>10-01-06</u>	<u>Reclassification</u>	<u>Additions</u>	Deposits & <u>Adjustments</u>	Balance <u>9-30-07</u>
Capital Assets being Depreciated:					
Office Furnishings	\$21,308	\$	\$	\$	\$21,308
Accumulated Depreciation:					
Office Furnishings	<u>15,559</u>	_____	<u>1,209</u>	_____	<u>16,768</u>
NET CAPITAL ASSETS	<u>\$ 5,749</u>	<u>\$ _____</u>	<u>\$1,209</u>	<u>\$ _____</u>	<u>\$ 4,540</u>

4 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Total fund balance and the net change in fund balance of the Commission's General Fund differs from net assets and change in net assets of the governmental activities reported in the statement of net assets and statement of activities. This difference primarily results from the long-term economic focus of the statement of net assets and statement of activities versus the current financial resources focus of the governmental fund balance sheet and statement of revenue, expenditures, and change in fund balance. The following are reconciliations of fund balance to net assets and the net change in fund balance to the net change in net assets:

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2007

4 -- RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
(CONTINUED)

TOTAL FUND BALANCE – MODIFIED ACCRUAL BASIS	\$11,325
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Amounts reported in the statement of net assets are different because:

Capital assets are not financial resources, and are not reported in the fund	<u>4,540</u>
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NET ASSETS – FULL ACCRUAL BASIS	<u>\$15,865</u>
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NET CHANGE IN FUND BALANCE – MODIFIED ACCRUAL BASIS	\$ 4,161
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Amounts reported in the statement of activities are different because:

Capital outlays are reported as expenditures in the statement of revenue, expenditures, and changes in fund balance; in the statement of activities. These costs are allocated over their estimated useful lives depreciation:

Depreciation	<u>(1,209)</u>
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CHANGES IN NET ASSETS OF GENERAL FUND – FULL ACCRUAL BASIS	<u>\$ 2,952</u>
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REQUIRED SUPPLEMENTAL INFORMATION

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
STATEMENT OF REVENUES AND EXPENDITURES
NON-GAAP BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Original and Final Budget	Actual	Variance Final Budget Positive (Negative)
REVENUES:			
State Grants	\$73,423	\$61,246	\$(12,177)
Miscellaneous Income	425	1,240	815
Grant Match			
Membership	<u>3,000</u>	<u>3,000</u>	
TOTAL REVENUES	\$76,848	\$65,486	\$(11,362)
EXPENDITURES:			
Consultants and Contractual	\$68,553	\$60,226	\$ 8,327
Conferences and Travel	600	116	484
Memberships	250	250	
Advertising	500	366	134
Subscriptions	100	(33)	133
Bank Fees	100	66	34
Supplies	2,000		2,000
Supplies – Traffic Counting	100	14	86
Postage	100		100
Auditing	2,000		2,000
Printing	100		100
Training	445	320	125
Equipment	<u>2,000</u>		<u>2,000</u>
TOTAL EXPENDITURES	\$76,848	\$61,325	\$15,523
EXCESS REVENUES OVER (UNDER) EXPENDITURES	\$ <u> </u>	\$ <u>4,161</u>	\$ <u>4,161</u>

OTHER SUPPLEMENTAL INFORMATION

G-L-S REGION V PLANNING AND DEVELOPMENT COMMISSION
STATEMENT OF REVENUES AND EXPENDITURES
GRANT PROJECTS FOR THE PERIOD OF OCTOBER 1, 2006
TO SEPTEMBER 30, 2007

	Regional Transportation <u>Planning</u>	Asset <u>Management</u>	<u>Total</u>
Revenues:			
State Grants	\$32,558	\$28,688	\$61,246
Expenditures:			
Consultants and Contractual	\$31,704	\$28,522	\$60,226
Conferences and Travel		116	116
Memberships	250		250
Advertising	366		366
Training	<u>238</u>	<u>50</u>	<u>288</u>
TOTAL EXPENDITURES	<u>\$32,558</u>	<u>\$28,688</u>	<u>\$61,246</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> 0</u>



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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors
Genesee-Lapeer-Shiawassee (G-L-S) Region V Planning
and Development Commission
Flint, Michigan

We have audited the financial statements of the governmental activities of the Genesee-Lapeer Shiawassee (G-L-S) Region V Planning and Development Commission (Commission) as of and for the year ended September 30, 2007, which collectively comprise the Commission's Basic Financial Statements and have issued our report thereon dated December 26, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the Board, management, and grantor agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Dennis and Wenzlick, P.C.

Certified Public Accountants

December 26, 2007